GOVERNMNET OF ANDHRA PRADESH
ABSTRACT

Water Resources Department – Poola Subbaiah Veligonda Project - **Package-I (Tunnel-I)** works of Poola Subbaiah Veligonda project - Revised administrative sanction for an amount of **Rs.1041.94 Crores** – Orders - Issued.

WATER RESOURCES (Projects-II) DEPARTMENT

G.O.MS.No. 40 **Dated: 05-03-2019.**

Read the following:

1) G.O.Ms.No.120, I&CAD (Irr.XI.2) Department, dated:09.07.2004.
2) G.O.Ms.No.21, W.R(Projects-II) Department, dated:22.03.2018.
3) From the Chief Engineer(P), Ongole, Letter No.CE& DWRO/ PKM DIST/OGL/DEE2/ AEE1/21/2005/VGP/P-1/Vol.II, dated:26.02.2018 & 17.05.2018.

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ORDER:

In the reference 1st read above, Government have accorded administrative sanction for an amount of Rs.765.00 Crores towards Stage-I works of Poola Subbaiah Veligonda Project to provide irrigation facilities to 1.19 Lakh Acres and drinking water to 4 Lakh peoples enroute the canal system. In that G.O. there is a provision of Rs.403.08 Crores (Approach Channel – Rs.0.08 Crores + Tunnel 7.00 Mts Dia – Rs.400.00 Crores + Infall Regulator – Rs.3.00 Crores) for construction of Tunnel –I for Veligonda Project. Accordingly, technical sanction was accorded for the same amount i.e., Rs.403.08 Crores. Later, the estimate was recasted and technically sanctioned for Rs.699.93 Crores due to change of Tunnel Excavation from Drill and Blast Method to Tunnel Boring Machine (TBM) Method in view of MOEF restrictions. The work was awarded to the lowest tender i.e., M/s SABIR, SEW & Prasad (JV), Hyderabad vide agreement dated:20.08.2005 for their quoted amount of Rs.624.60 Crores. Subsequently a supplemental agreement was concluded with the same agency for an amount of Rs.3.38 Crores as per G.O.Ms.No.98, dated:16.04.2007. Thus the total value of agreement is Rs.627.98 Crores (Rs.624.60 Crores + Rs.3.38 Crores).

2) In reference 2nd read above, Government have accorded approval for **(1)** Deletion of **Tunnel- I from Km 15.200 m to Km 18.800 (2)** Sanction **for an amount of Rs.292.15 Crores** in deleted portion of **Tunnel-I with SoR 2017-18; and (3)** Permission for calling Tenders under Non EPC system (L.S Contract) for the part of balance work of **Tunnel-I.**

3) In the reference 3rd read above, the Chief Engineer (Projects) Ongole, has submitted that due to the additional payments over and above work done arising due to price escalations, power escalation, foreign exchange variation etc, the expenditure was exceeded beyond the administrative sanctioned amount. The work is in progress and 83% of work was completed till date. Hence, it was necessitated to prepare revised estimate to keep the work in progress and to incur further expenditure as the payments for the work done are stopped to the agency since the expenditure crossed 25 % excess over administrative sanction value of the work.

4) Finally, the Chief Engineer(Projects), Ongole has requested for according administrative sanction for revised estimate of Package – I (Tunnel-I) works of Poola Subbaiah Veligonda project for an amount of Rs.1092.48 Crores, so as to enable to pay the pending bills worth Rs.9.875 Crores (net value) to the agency for the work done during the period from 12/2017 to 01/2018 to clear the power bills, as the payment of bills were pending, under Head of Account 4700 C.O.L on Major Irrigation – 01 Major Irrigation (Commercial) MH 138 – VGP – GH (11) State Development Schemes - SH 26 D& A works – 530 Major works - 531 Other Expenditure.

5) The Government after careful examination of the proposal, hereby accord Revised administrative sanction for an amount of **Rs.1041.94 Crores** (Rupees one thousand forty one Crores and ninety four lakhs only) for the work of **Package –I (Tunnel-I)** works of Poola Subbaiah Veligonda Project (The details of the provisions of the above work is annexed).

6) The expenditure mentioned at para (5) above is chargeable under the Head of account "4700 Capital Outlay on Major Irrigation -01 Major Irrigation- Commercial - M.H.138 Poola Subbaiah Veligonda Project - G.H.11 State Development Schemes – S.H (26) Dam and Appurtenant works -530 Major works- 531 Other Expenditure".

7) The Chief Engineer(Projects), Ongole shall take necessary action accordingly.

8) This order issues with the concurrence of the Finance (FMU-W.R.II) Department, vide their U.O.No.48022/165/FMU.WR.II/2018 (Computer No.581033), dated:03.03.2019.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SHASHI BHUSHAN KUMAR
SECRETARY TO GOVERNMENT

To:
The Chief Engineer (Projects), Ongole.

Copy to:

The P.S to Principal Secretary to Hon'ble CM.
The P.S to Hon'ble Minister (Finance).
The P.S to Hon'ble Minister (WRD).
The P.S to Secretary to Govt., (WRD).
The Accountant General, A.P. Hyderabad.
The Director of Works and Accounts, Ibrahimpatnam, Vijayawada.
The Finance (FMU-W.R.II) Department.
Sf/Sc.

// FORWARDED::BY ORDER //

SECTION OFFICER

(Contd… Annexure)

(Annexure to the G.O.Ms.No.40, Water Resources (Projects-II)Department, dated:05.03.2019, Regarding Package–I (Tunnel-I) works of Poola Subbaiah Veligonda Project).

(Rs. in Crores)

Sl. No.	Description	As per Technical sanction	As per Revised Technical sanction	As per RE now proposed	Excess/ Less
1	Construction of Tunnel including construction of Head Regulator and approach channel of Veligonda Project in Prakasam District including all allied works duly obtaining necessary permissions from the Government of India.	403.08	693.00	624.60	(-) 68.40
2	Earth work excavation of feeder canal from Km 0.000 to Km 0.500	0.00	3.38	3.38	-
3	Towards deletion of head regulator works from main work and entrustment to new agency				
3 1.a	Provision towards deletion of Head regulator works and Tunnel of 21.51 m	0.00	-16.54	-14.91	1.63
3 1.b	Provision towards head Regulator works and Tunnel of 21.51m entrusted to new agency with SSR 2016-17	0.00	37.09	38.84	1.75
3.2	LS provisions in the Deleted work Estimate	0.00	3.77	-	(-)3.77
4	Towards deletion of Tunnel boring works from main work and entrustment to new agency				
a	Provision towards deletion of Tunnel boring works of length 3600m and balance Feeder Canal Excavation	0.00	-129.19	-116.447	(-) 12.74
b	Recovery from the agency towards difference of lead for conveyance of segments for concrete lining due to deletion of the work	0.00	-0.132	-0.119	(-) 0.013
c	Provision towards TBM tunnel boring of length 3600m and balance feeder canal excavation with SSR 2017-18	0.00	292.15	292.15	-
5	Statutory Provisions	0.00	208.80	208.80	-
6	GST @12%	0.00	5.75	5.65	(-) 0.1
	Total	403.08	1098.07	1041.94	(-) 56.13

SHASHI BHUSHAN KUMAR
SECRETARY TO GOVERNMENT